COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT)
OF HENDERSON COUNTY WATER) CASE NO. 2009-00109
DISTRICT)

ORDER

On March 12, 2009, Henderson County Water District ("Henderson") applied for approval to adjust its rates pursuant to the purchased water adjustment procedure.¹

The Commission, having reviewed the record and being sufficiently advised, finds that:

- 1. Henderson purchases water from the North Henderson Water Utility ("North Henderson") and from the South Henderson Water Utility ("South Henderson").
- 2. North Henderson and South Henderson notified Henderson that, effective with their April 1, 2009 billings, their wholesale water rates would increase from \$1.6716 per 1,000 gallons to \$1.6903 per 1,000 gallons and from \$1.7096 per 1,000 gallons to \$2.0506 per 1,000 gallons, respectively. Henderson proposes to increase the water rates to its customers effective April 1, 2009.
- 3. During the 12 months ending December 31, 2008, Henderson purchased 562,093,100 gallons of water and sold 414,301,357 gallons. The increase in the cost of purchased water is \$25,996.72, resulting in a purchased water adjustment of \$0.06 per 1,000 gallons.

¹ KRS 278.015; 807 KAR 5:068.

- 4. The rates proposed by Henderson should be approved.
- 5. The purchased water adjustment of \$0.06 per 1,000 gallons is fair, just, and reasonable and should be approved.

IT IS THEREFORE ORDERED that:

- 1. The rates proposed by Henderson are approved.
- 2. The purchased water adjustment of \$0.06 per 1,000 gallons as calculated in Appendix A is approved.
- 3. The rates in Appendix B, attached hereto and incorporated herein, are fair, just, and reasonable and are approved for services on and after April 1, 2009.
- 4. Within 20 days of the date of this Order, Henderson shall file with the Commission revised tariff sheets showing the rates approved herein.

By the Commission

ENTERED

APR 10 2009

SERVICE COMMISSION

ATTEST

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APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2009-00109 DATED APR 1 0 2009

	New Rate	Base Rate	
Henderson Water			
Purchases in gallons	514,046,000	514,046,000	
Volumetric rate 1	\$1.6903/1,000	\$1.6716/1,000	
Purchases in gallons	48,047,100	48,047,100	
Volumetric rate 2	\$2.0506/1,000	\$1.7096/1,000	
	\$ 967,417.34	\$ 941,420.62	
	Increased water cost		\$25,996.72

Increased water cost Divided by gallons sold

25,996.72 414,301,357

Purchased water adjustment factor \$0.06 per 1,000 gallons

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2009-00109 DATED APR 1 0 2009

The following rates and charges are prescribed for the customers in the area served by Henderson County Water District. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the effective date of this Order.

Monthly Water Rates

5 x 8 Inch Meter	Rate	
First 2,000	\$14.73	Minimum Bill
Next 8,000	5.00	per 1,000 gallons
Next 20,000		per 1,000 gallons
Over 30,000	4.07	per 1,000 gallons
1 Inch Meter		
First 5,000	\$29.73	Minimum Bill
Next 5,000	5.00	per 1,000 gallons
Next 20,000	4.53	per 1,000 gallons
Over 30,000	4.07	per 1,000 gallons
2 Inch Meter		
First 16,000	\$81.91	Minimum Bill
Next 14,000	4.53	per 1,000 gallons
Over 30,000	4.07	per 1,000 gallons
3 Inch Meter		
First 30,000	\$145.33	Minimum Bill
Over 30,000	4.07	per 1,000 gallons
4 Inch Meter		
First 50,000	\$226.73	Minimum Bill
Over 50,000	4.07	per 1,000 gallons
6 Inch Meter		
First 100,000	\$430.23	Minimum Bill
Over 100,000		per 1,000 gallons
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Volunteer Fire Departments (Metered Services)

Flat Rate

\$14.73 Maximum Bill

The monthly charge for water usage in excess of the respective minimum water rates set out above shall be computed in increments of 10 gallons. Accordingly, a customer having a 5/8 inch meter who consumes at least 2,010 gallons of water and not more than 2,019 gallons of water in any month shall pay the amount of \$14.78 for the month (\$14.73 plus \$0.05). A customer having a 5/8 inch meter who consumes at least 2,020 and not more than 2,029 gallons of water in any month shall pay the amount of \$14.83 for that month (\$14.73 plus \$0.10).

THE BASE RATE FOR PURCHASED WATER SHALL BE:

Supplier	Rate
Henderson Water Utilities (North) PWSID # 0510188	\$1.6903 Per 1,000 Gallons
Henderson Water Utilities (South) PWSID # 0510510	\$2.0506 Per 1,000 Gallons

Honorable Frank N King, Jr. Attorney at Law Dorsey, King, Gray, Norment & Hopgood 318 Second Street Henderson, KY 42420

David W Moore Superintendent Henderson County Water District 655 South Main Street P. O. Box 655 Henderson, KY 42419-0655